

BURLINGTON LODGE LIMITED

REPORT AND FINANCIAL STATEMENTS 1998

Company No : 1 1 1 5 6 0 7 (England & Wales)



BURLINGTON LODGE LIMITED
REPORT AND FINANCIAL STATEMENTS 1998

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BURLINGTON LODGE LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

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Directors

K S MacMillan
T Fillingham
R D Eskapa
L C Kaye
Plaintain Investments SA (resigned 9 September 1998)
C C Roundell (appointed 9 September 1998)
D Wynne
D J Poole
S L Lloyd
A Pesenti
A J Vines
G V Vines
D E Edwards
R C Corfield

Secretary

Hanover Management Services Limited
16 Hans Road
London SW3 1RS

Registered Office

74 – 78 Seymour Place
London W1H 6EH

Auditors

Andrew Lim
Registered Auditor

BURLINGTON LODGE LIMITED
DIRECTORS' REPORT

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The directors present their annual report and the financial statements for the year ended 31 December 1998.

ACTIVITY

The principal activity of the company is the holding and managing of the freehold of the property owned by the company for the benefit of the leaseholders, all of whom are members of the company.

REVIEW OF THE BUSINESS

A net deficit of £17,974 arose for the year compared with a surplus of £25,372 in the preceding year. The deficit of £18,785 (1997 : surplus £24,689) after taxation has been transferred to reserves.

DIRECTORS

The present membership of the board is set out on page 1 and their beneficial interests in the company's issued ordinary share capital were:—

	Number of shares	
	1998	1997
T Fillingham	1	1
S L Lloyd	1	1
Plaintain Investments SA	1	1
A Pesenti	1	1
D J Poole	1	1
R C Corfield	1	1
A J Vines	1	1
D Wynne	1	1

DIRECTORS' RESPONSIBILITIES

Company law require the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- *prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.*

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

BURLINGTON LODGE LIMITED
DIRECTORS' REPORT (continued)

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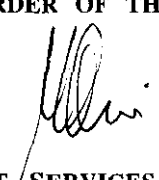
AUDITORS

The auditors, Messrs Andrew Lim, will be proposed for reappointment in accordance with Section 385 of the Companies Act 1985.

This report was approved by the board on 28 October 1999, and has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD

74 - 78 Seymour Place
London
W1H 6EH


HANOVER MANAGEMENT SERVICES LIMITED

28 October 1999

Secretary

**AUDITORS' REPORT TO THE MEMBERS
OF
BURLINGTON LODGE LIMITED**

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We have audited the financial statements on pages 5 to 8 which have been prepared under the historical cost convention.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1998 and of its deficit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

111 Parsonage Lane
Enfield
Middlesex
EN2 0AB

28 October 1999


ANDREW LIM

CHARTERED ACCOUNTANTS
AND REGISTERED AUDITOR

BURLINGTON LODGE LIMITED**BALANCE SHEET****31 December 1998**

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	Notes	1998	1997
		£	£
FIXED ASSETS			
Tangible freehold property	2	1	1
CURRENT ASSETS			
Debtors and prepayments	3	860	1,385
Bank		49,001	68,808
		<u>49,861</u>	<u>70,193</u>
CREDITORS			
Amounts falling due within one year	4	7,615	9,162
		<u>42,246</u>	<u>61,031</u>
NET CURRENT ASSETS			
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£42,247</u>	<u>£61,032</u>
CAPITAL AND RESERVES			
Called up share capital	5	14	14
Surplus income over expenditure		42,233	61,018
		<u>£42,247</u>	<u>£61,032</u>
Shareholders' funds	6		

The financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

Approved by the board of directors on 28 October 1999 and signed on its behalf.


A J VINES

Director

The notes on pages 6 to 7 form part of these financial statements

BURLINGTON LODGE LIMITED**NOTES TO THE ACCOUNTS****For the year ended 31 December 1998**

Page 6

1. ACCOUNTING POLICIES*Basis of preparation of accounts*

The financial statements are prepared under the historical cost convention and incorporate the results of the principal activity which is described in the directors' report and which is continuing.

The company has taken advantage of the exemption in FRS 1 from the requirement to prepare a cash flow statement on the grounds that it is a small company.

	1998	1997
	£	£
2. TANGIBLE FREEHOLD PROPERTY		
At cost in 1978, including conversion expenses	149,780	149,780
Less : Amounts received on granting 999 years leases to member and former members	(149,779)	(149,779)
	<u>£1</u>	<u>£1</u>
3. DEBTORS AND PREPAYMENTS		
Insurance paid in advance	318	300
Insurance claim recoverable	308	435
Gross interest receivable	158	650
Sundry prepayments	76	—
	<u>£860</u>	<u>£1,385</u>
4. CREDITORS		
Corporation tax payable	375	47
Audit fees	1,175	999
Income tax deductible	32	130
Accruals	4,045	3,058
Members' service charges in advance	1,988	4,928
	<u>£7,615</u>	<u>£9,162</u>

BURLINGTON LODGE LIMITED**NOTES TO THE ACCOUNTS****For the year ended 31 December 1998****Page 7**

	1998	1997
	<u>£</u>	<u>£</u>
5. CALLED UP SHARE CAPITAL		
Authorised		
100 ordinary shares of £1 each	<u>£100</u>	<u>£100</u>
Issued and fully paid		
14 ordinary shares of £1 each	<u>£14</u>	<u>£14</u>
6. SHAREHOLDERS' FUNDS		
Deficit for the year	(18,785)	36,343
Shareholders' funds at 1 January 1998	<u>61,032</u>	<u>24,689</u>
Shareholders' funds at 31 December 1998	<u>£42,247</u>	<u>£61,032</u>
7. TAXATION		
Corporation tax due	375	47
Underprovision in previous year	—	25
Income tax deducted on interest receivable	<u>436</u>	<u>611</u>
	<u>£811</u>	<u>£683</u>

BURLINGTON LODGE LIMITED
INCOME AND EXPENDITURE ACCOUNT
For the year ended 31 December 1998

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	1998		1997	
	£	£	£	£
INCOME				
Service charges		33,371		27,281
Sinking fund		21,114		21,114
Gross interest receivable		2,184		3,054
		<u>56,669</u>		<u>51,449</u>
EXPENDITURE				
Repairs and maintenance	59,078		11,526	
Insurance	5,252		4,495	
Electricity	569		164	
Cleaning	2,307		2,361	
General Expenses	37		45	
Audit and accountancy	1,175		999	
Legal and professional	6,225		6,487	
	<u>74,643</u>		<u>26,077</u>	
DEFICIT FOR THE YEAR		(17,974)		25,372
Taxation (note 7)		(811)		(683)
		<u>(18,785)</u>		<u>24,689</u>
Surplus brought forward		61,018		36,329
SURPLUS CARRIED FORWARD		<u>£42,233</u>		<u>£61,018</u>

None of the company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains or losses other than those included in the profit and loss account.

The deficit on ordinary activities before taxation and the retained surplus have been calculated on the historical cost basis.